



State of Tennessee

Health Services and Development Agency

Frost Building, 3rd Floor, 161 Rosa L. Parks Boulevard, Nashville, TN 37243

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AGENDA

Legislative Plaza

Room 12

Sixth Avenue North & Union Street

Nashville, TN

Wednesday, May 22, 2013

8:30 a.m. CST

- I. CALL TO ORDER
- II. ROLL CALL – 10 members present; Dr. Haik Absent
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF MINUTES
- V. STATE HEALTH PLAN UPDATE
 - A. Update: Jeff Ockerman, Director of Health Planning, Department of Health
- VI. CONSENT CALENDAR

Ms. Burns recused

APPROVED

Motion: Ms. Byrd

2nd: Mr. Southwick

9-0-0

- A. Tennessee Orthopedic Alliance, P.A., Nashville (Davidson County), TN — CN1302-004

The relocation of two (2) MRI units from the current location of 301 21st Avenue North to 3000 Charlotte Avenue, Nashville (Davidson County), TN. The estimated project cost is \$2,418,133.00.

VII. CERTIFICATE OF NEED APPLICATIONS

Ms. Burns recused

APPROVED

Motion: Mr. Southwick

2nd: Mr. Doolittle

9-0-1

[Abstained: Mr. Gaither]

- A. NHC at Indian Path, LLC, Kingsport (Sullivan County), TN — CN1212-059
The replacement and relocation of the twenty-two (22) bed Indian Path Medical Center Transitional Care Unit and the addition of thirty (30) new Medicare certified skilled nursing home beds. The facility will relocate from Indian Path Medical Center at 2000 Brookside Drive to 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The new facility will be licensed as NHC at Indian Path and will contain fifty-two (52) Medicare-only (skilled) nursing home beds. The estimated project cost is \$10,385,615.00.

Opposition: Asbury Place at Baysmont, Church Hill Health Care & Rehab Center, The Wexford House, Holston Manor, Cambridge House, Brookhaven Manor, Bristol Health & Rehabilitation Center

DEFERRED FROM THE MARCH MEETING

**DEFERRED
TO AUGUST
MEETING**

APPROVED

Motion: Ms. Burns
2nd: Mr. Wright &
Mr. Doolittle
10-0-0

*Mr. Mills recused; Mr.
Gaither left meeting*

APPROVED

Motion: Mr. Southwick
2nd: Mr. Wright
8-0-0

[Abstained: Mr. Gaither]

**DEFERRED TO
JUNE MEETING**

*Ms. Burns &
Mr. Southwick recused*

APPROVED

Motion: Ms. Jordan
2nd: Mr. Wright
5-2-0

*[Nay: Mr. Mills &
Mr. Doolittle]*

- B. Spinal Health Care Associates, P.C., Cordova (Shelby County), TN — CN1212-060
The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667.00.
- C. Select Specialty Hospital-Memphis, Memphis (Shelby County), TN — CN1212-062
The addition of twenty-eight (28) long term acute beds to the existing thirty-nine (39) bed facility, located in leased space at St. Francis Hospital, 5959 Park Avenue, Memphis (Shelby County), TN. Select Specialty will also add ten (10) beds under the statutory exemption available to hospitals with less than 100 beds found at TCA § 68-11-107(g) for a total licensed bed complement of seventy-seven (77) long term acute care beds. If the additional twenty-eight (28) beds are approved, St. Francis Hospital will reduce its license by thirty-eight (38) beds (28 plus 10 beds per statutory exemption). The estimated project cost is \$6,898,392.00.
Opposition: Shelby County Health Care Corporation d/b/a Regional Medical Center at Memphis (“The MED”)
- D. Life House, LLC, Cookeville (Putnam County), TN — CN1301-001
The establishment of a ten (10) bed residential hospice. The estimated project cost is \$600,000.00.
- E. Hendersonville Medical Center, Hendersonville (Sumner County), TN — CN1302-002
The construction of a new 4th floor of medical/surgical beds and the initiation of neonatal intensive care services in a new 6-bed level II-B neonatal nursery on the main campus of Hendersonville Medical Center located in Hendersonville (Sumner County), TN. The hospital currently holds a single consolidated licensed for 148 general hospital beds, of which 110 are at its main Hendersonville campus and 38 are at its satellite campus at 105 Redbud Drive, Portland (Sumner County), TN. The project will relocate 13 beds from the satellite campus to the main campus, resulting in 123 licensed beds at the Hendersonville campus and 25 licensed beds at the Portland satellite campus. The estimated project cost is \$32,255,000.00.
OPPOSITION: Baptist Hospital
- F. Surgery Center of Lebanon, Lebanon (Wilson County), TN — CN1302-003
The relocation of an approved but unimplemented certificate of need (CN0906-036) for a multi-specialty surgery center from 101 Physicians Way to an unaddressed site on the east side of Blair Lane and Hwy 70, Lebanon (Wilson County), TN. The estimated project cost is \$2,212,467.00.
Opposition: Lebanon HMA, LLC d/b/a University Medical Center

VIII. GENERAL COUNSEL'S REPORT

APPROVED

Motion: Mr. Mills

2nd: Ms. Jordan

6-1-2

[Nay: Ms. Hodge;

Abstained: Ms. Burns &

Mr. Southwick]

- A. Behavioral Healthcare Center at Memphis, Memphis (Shelby County), TN — CN0711-089A

Request for a twenty-four month extension of the expiration date from July 1, 2013 to July 1, 2015: This project was approved on May 28, 2008, by a vote of 4-2, for the establishment of a sixteen (16) bed mental health hospital and the initiation of inpatient psychiatric services. The inpatient beds and services will be focused on the geriatric population, and all sixteen (16) beds will be designated as geriatric psychiatric beds. The estimated project cost is \$6,663,901.00.

*Mr. Wright & Mr. Johnson
left meeting*

APPROVED

Motion: Ms. Jordan

2nd: Ms. Byrd

7-0-0

- B. Horizon Health & Rehab Center f/k/a United Regional Medical Center Nursing Home, Manchester (Coffee County), TN — CN0707-061A

Request for modification to adjust the location to 6.5 acres immediately adjacent to and contiguous to the approved site: This project was approved on December 12, 2007, by unanimous vote, for the relocation and replacement of the existing licensed nursing home facility and the addition of thirty (30) new Medicare certified nursing home beds for a total of 102 nursing home beds. The Agency extended the expiration date for twenty-four (24) months on October 25, 2012 due to changes in the hospital's financial planning, drainage and natural gas line easement concerns on the site. The estimated project cost is \$20,849.00.

WITHDRAWN

- C. West Tennessee Transitional Care, Jackson (Madison County), TN — CN1010-048A

Request for a three (3) month extension of the expiration date from June 1, 2013 to September 1, 2013: A three (3) month extension from March 1, 2013 to June 1, 2013 was granted at the December 12, 2012 meeting. This project was approved unanimously on January 26, 2011 for a change of site for the construction of a replacement facility and the relocation of the nursing home as approved by CN0905-023A. The estimated project cost is \$24,279.00.

DEFERRED TO AUGUST MEETING

- D. Agency Determination

MUA Medical Clinic of Knoxville, LLC, CN0811-112A and MUA of Middle Tennessee, LLC, CN1009-045A

Agency staff's request for Agency Determination as to whether Manipulation Under Joint Anesthesia (MUJA) is permissible under a CON limited to the provision of Manipulation Under Anesthesia (MUA) services, which are manual surgical procedures with no operative surgical procedures to be performed.

*Mr. Johnson returned to
meeting*

- E. Contested Case Update

IX. OTHER BUSINESS

X. ADJOURNMENT